

INR Pairs (Trading Range for the Day – Oct Futures)				
	USDINR	EURINR	GBPINR	JPYINR
LTP (% Change)	74.48 (0.05)	86.29 (-0.47)	100.15 (-0.25)	66.54 (-0.31)
Intraday View	Upward	Downward	Downward	Rangebound
Technical Range	74.25-74.65	86.00-86.40	99.95-100.40	66.70-67.10

Important Indicators		
	DXY	Brent Crude
LTP	94.24	78.16
1W back	93.27	77.23
1M back	92.49	73.36



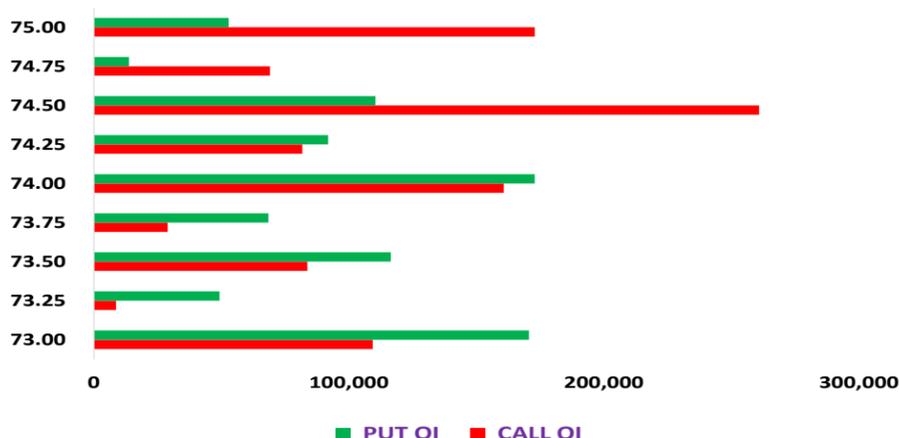
USDINR Futures (Oct)
With global equity markets are under pressure and US Dollar Index rising, both US bond yields and crude oil prices have come off their recent highs. Risk off environment coupled with strong US Dollar is a deflationary theme and hence it is negative for oil and yield, both. The template remains negative for Rupee but due to structural inflows, USDINR is not showing much upward momentum. It remains stuck within its 15-month range with upper cap at 75.00 on spot. **Near term range is now between 74.00 and 74.60/80 with a mild upward bias. Buy on decline is advised with SL below 74.00 on Oct futures. Target 74.60/80.**

GBPINR Futures (Oct)
GBPINR continues to get battered by the risk aversion in financial markets. Inflation is a problem for all central banks but none have paid much heed to it. But right now, strength in US Dollar index and not much of upward momentum in USDINR is hitting GBPINR hard. **Bias remains downward.**

EURINR Futures (Oct)
Quarter end Euro demand could help the Euro much as the pair continues to be pushed down by twin combination of energy crises in Europe and divergent monetary policy between the ECB and the US Fed. **Bias remains downward on EURINR.**

JPYINR Futures (Oct)
JPYINR has once again turned higher from near 66.00/66.20 support zone. This is the fourth time over the past 6 months. It is oscillating within a range of 66.00 to 68.50. Pullback in US treasury bond yields and risk off in equity markets are positive factors for JPY. But at the same time, stronger DXY, is negative for JPYINR. **Therefore, one can continue to play the range by buying dips near 66.20/40 region with SL below 66.00.**

OPTION OPEN INTEREST



	Spot	Futures	
		Weekly Expiry 08-Oct-21	Monthly Expiry 27-Oct-21
USDINR LTP / (Previous Day)	74.22 / (74.14)	74.36 / (74.32)	74.48 / (74.43)
ATM Vols (in %)	74.50	4.25%	4.30%
ATM Straddle Price		0.39	0.69

Historical Volatility	
5 days Rolling	1.28%
21 days Rolling	3.22%

What Options Open Interest (OI) Saying?

USDINR is finding resistance near 74.50 as option sellers have accumulate a large open interested in the call option. At the same time, large OI in OTM put at 74.00 will offer support. Broad range based on OI is 74.00/74.50 and if it expands, then 74.00 and 75.00. IVs will be under pressure due to low realised volatility.

Disclaimer & Contact:

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